



Exhibit Number	:	<u>DRA-4</u>
Commissioner	:	<u>Geoffrey F. Brown</u>
Admin. Law Judge	:	<u>Jeffrey P. O'Donnell</u>

Division of Ratepayer Advocates

**California Public Utilities Commission
State of California**

**COST-EFFECTIVENESS ANALYSIS
OF
SDG&E'S PARTICIPATION
IN
SCE'S STEAM GENERATOR REPLACEMENT PROJECT
AT
SAN ONOFRE NUCLEAR GENERATION STATION**

**Quantitative Effect of Updating Cost
Of
Greenhouse Gas Adder**

Application No. 06-04-018

***San Francisco, California
August 2006***

SUMMARY

DRA reviewed Decision No. 04-12-048, page 152, and found that SDG&E used the lowest value in the range - \$8 to \$25 per ton of CO₂ - adopted by the Commission. DRA concluded that there is a likelihood that the cost of SDG&E participating in the ownership of a CCGT could increase.

Comparison Table Most Likely Scenario Total NPV (2005 \$s)

Alternatives	Dollars in Millions	
	SDG&E Participates in SGRP	SDG&E 90% Owner of CCGT
SDG&E	1,390	1,411
DRA Update	1,390	1,411+
Difference	No Effect	Increase